

**CITY OF TAYLORSVILLE  
CITY COMMISSION  
SPECIAL MEETING**

**December 18, 2014**

The City of Taylorsville City Commission held a Special Meeting on Thursday,  
December 18, 2014 at 5:00 p.m., at the City Hall Annex.

Present were:

Don Pay, Mayor  
Beverly Ingram, Commissioner  
Jack Proctor, Commissioner  
Ellen Redmon, Commissioner

Staff present:

John Dale, Jr., City Attorney  
Steve Biven, City Clerk

Randy McConnell, Comptroller

Item #1- Mayor Pay called the meeting to order at 5:00 p.m.

**Item #2 – *KU Franchise Agreement***

Jan Rose Coleman and Christy Thompson representing Kentucky Utilities gave an introduction of the Franchise Agreement renewal issue to the City Commission. One matter of interest was in regards to the current 2.28% rate that exists, despite the 3% level noted to in the agreement signed 20 years ago. Ms. Coleman explained that the Residential and Commercial Rates were lowered in order to maintain the 3% revenue requirement, when an Industrial Rate was added into their regulations.

Most cities currently utilize a 3% rate with terms ranging from 10-20 years. Some utilize a five year anniversary date for review. The utility now utilizes one rate across the board and no longer separates the rates according to residential, commercial and industrial customers. She also discussed having the city validate the streets within the city that are currently being assessed by KU. (The average usage per household is approximately 1200 Kilowatts)

The main decision for the city to determine is the “rate” and “term” of the new agreement. The process of bidding this agreement was detailed. The current agreement expires February 7<sup>th</sup>. The Notice of Sale and the 1<sup>st</sup> and 2<sup>nd</sup> readings of the Ordinance to Create a Franchise must be

completed prior to that date. Their sealed bid will be presented to the city at the first city commission meeting in June.

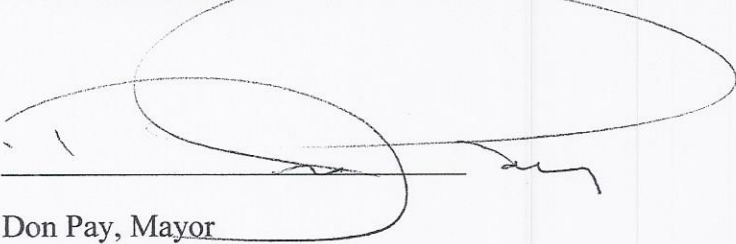
Attorney Dale will send the KU officials a new ordinance he has developed for them to review. He also mentioned KRS 96.020 that refers to a bond being put up by responders to the sale of the Franchise Agreement.

Ms. Coleman will respond in writing to other issues and questions brought forth by the Commission.


Commissioner Proctor asked about KU's receptiveness to making contributions to local Economic Development efforts. Ms. Coleman stated that they do support local communities in various ways. A proposal would need to be submitted by the city for review.

***ADJOURN MEETING***

**Item #3 - Motion was made by Commissioner Proctor and seconded by Commissioner Ingram to adjourn. Motion carried with a vote of 4-0.**



Don Pay, Mayor



Stephen A. Biven, City Clerk